

**MINUTES
CALIFORNIA INFRASTRUCTURE AND
ECONOMIC DEVELOPMENT BANK**

Tuesday, February 28, 2006
1001 I Street - Second Floor
Sierra Hearing Room
Sacramento, California 95814

Chairperson Sunne Wright McPeak called the meeting of the California Infrastructure and Economic Development Bank (I-Bank) Board to order at approximately 1:30 p.m.

1. Roll Call.

Sunne Wright McPeak, Secretary of the Business, Transportation and Housing Agency, was present.

Francisco Lujano represented the State Treasurer.

Anne Sheehan represented the Director of the Department of Finance.

George Valverde represented the Secretary of the State and Consumer Services Agency.

2. Executive Director's Report.

Executive Director Stan Hazelroth updated the Board on recent I-Bank activities, including the issuance of a Request for Qualifications for Investment Advisory Services and participation with CalTrans on the structure for the implementation of the public/private partnership portion of the Governor's Strategic Plan. Mr. Hazelroth also indicated that Agenda Item 6 was removed from the agenda and will be brought back to the Board for consideration at the next meeting.

3. Consent Items.

Approve minutes from the January 24, 2006 meeting.

Chairperson McPeak asked if there were any corrections or additions to the minutes. There being none, she entertained a motion to approve the minutes. Mr. Valverde moved to approve the minutes and Ms. Sheehan seconded the motion. The Board unanimously approved the minutes from the January 24, 2006 meeting.

Action Items.

4. Adopt resolution approving the sale, issuance and delivery of 501(c)(3) revenue bonds for Goodwill Industries of Orange County, for an amount not to exceed \$10,000,000.

Ms. Lewis presented a staff report on the project and introduced Ms. Margo Kairoff from Wells Fargo Institutional Securities, LLC and Mr. Tom Coffin of Stradling, Yocca, Carlson & Rauth. There being no questions from the Board, Chairperson McPeak entertained a motion to approve the resolution. Ms. Sheehan moved to approve Resolution 06-06 and Mr. Lujano seconded the motion. The Board unanimously approved the resolution.

5. Adopt resolution approving the defeasance of the I-Bank's Bay Area Toll Bridges Seismic Retrofit Revenue Bonds, Series 2003A and the retirement or defeasance of the Bay Area Toll Bridges Seismic Retrofit Commercial Paper Notes, Series 2005.

Mr. Hazelroth presented a report on the defeasance and expressed his appreciation for I-Bank staff and Bay Area Transportation Authority (BATA) staff for their efforts. Chairperson McPeak asked for any questions or comments from the Board members and the public. There being none, she then entertained a motion to approve Resolution 06-07. Ms. Sheehan moved approval, Mr. Lujano seconded the motion and the Board unanimously approved the resolution.

6. Adopt resolution approving an investment policy for I-Bank funds and delegating investment authority to the Executive Director.

This item was removed from the agenda.

7. Adopt resolution delegating to the Executive Director and Assistant Executive Director authority to represent the I-Bank in all matters pertaining to Hollywood Park Land Company, LLC v. Golden State Transportation Financing Corporation (Superior Court of California, County of Sacramento).

Ms. Bassett presented a report on this item and clarified that the Executive Director would include in the Executive Director's report any use of this delegation since the last Board meeting. Chairperson McPeak asked for any questions or comments from Board members to Ms. Bassett. Chairperson McPeak entertained a motion to approve Resolution 06-09. Ms. Sheehan moved approval, Mr. Valverde seconded the motion and the Board unanimously approved the resolution. Ms. Sheehan requested the minutes reflect the Board's direction that the Board be informed at the next scheduled meeting should the delegated authority be exercised.

Other Business.

Chairperson McPeak called for any other business. There was none.

Public Comment.

Chairperson McPeak called for any public comment. There was none.

Chairperson McPeak adjourned the meeting at approximately 1:45 p.m.